

MAYOR & COUNCIL AGENDA COVER SHEET

MEETING DATE:

June 18, 2007

CALL TO PODIUM:

David Humpton

RESPONSIBLE STAFF:

Harold Belton, Director
Finance and Administration

AGENDA ITEM:

(please check one)

	Presentation
	Proclamation/Certificate
	Appointment
	Public Hearing
	Historic District
	Consent Item
X	Ordinance
	Resolution
	Policy Discussion
	Work Session Discussion Item
	Other:

PUBLIC HEARING HISTORY:

(Please complete this section if agenda item
is a public hearing)

Introduced	05/07/07
Advertised	04/25/07
Hearing Date	05/14/07
Record Held Open	06/13/07
Policy Discussion	

TITLE:

An Ordinance to Adopt the City Budget for the Fiscal Year July 1, 2007 Through June 30, 2008 and Levying an Ad Valorem Tax on all Assessable Property Within the City of Gaithersburg, Maryland

SUPPORTING BACKGROUND:

A public hearing was advertised in the April 25, 2007 issue of the Gaithersburg Gazette and was held on May 14, 2007. During the public hearing, the Mayor and City Council voted to close the record on June 13, 2007.

This ordinance establishes the City budget, which provides a complete financial plan, including anticipated revenues and proposed expenditures for the Fiscal Year 2007-2008. The ordinance also institutes an ad valorem tax on all assessable property within the City of Gaithersburg, Maryland. The ad valorem tax has been set at a rate of \$.212 on each \$100 of assessed value of real property and \$.53 on each \$100 of assessed value of personal property.

In accordance with instructions from the Mayor and City Council at the work sessions, the following amendments are proposed in the Fiscal Year 2008 Budget:

(Continued on next page)

DESIRED OUTCOME:

Vote on Ordinance to adopt FY 2007-08 Budget and set Ad Valorem Tax Rate.

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In accordance with instruction from the Mayor and City Council at the work sessions, the following amendments are proposed in the Fiscal Year 2008 budget:

FY 2008 Subsequent Revenue & Expenditure

Revenue

464100 Contributions – Friends of Wells/Rob	Add	\$	28,100
464250 Contributions – CATV PEG	Add	\$	55,132
	Sub-Total	\$	<u>83,232</u>

Expenditure

1196	509000 Part-Time Salaries	Transfer to 1911-5800000	\$	(58,395)
1196	510000 Social Security for Part-Time Salaries	Transfer to 1911-5800000	\$	(4,467)
1911	5800000 Contingency	Transfer from 1196-509000	\$	58,395
1911	5800000 Contingency	Transfer from 1196-510000		4,467
1135	531000 IT Services	Add	\$	1,125
1191	536000 Insurance (Not Payroll) - LGIT	Subtract	\$	(16,063)
ALL	514000 Health Care - City Wide	Transfer to 1911-5800000	\$	(189,898)
1911	580000 Contingency	Transfer from City-Wide 5140000	\$	189,898
1216	522500 Program Activities – Friends of Wells/Rob	Add	\$	28,100
1131	501000 Salaries & Benefits	Transfer to 1211	\$	(76,452)
1211	501000 Salaries & Benefits	Transfer from 1131	\$	76,452
1131	505000 Other Taxable Compensation	Add	\$	1,200
1344	567000 Rental & Use – Dump Fees	Add	\$	20,000
1211	567000 Rental & Use – Speed Camera	Subtract	\$	(47,000) 47,000
1911	567000 Rental & Use – CATV PEG	Add	\$	55,132
1911	580000 Contingency	Transfer to 1133-562000	\$	(250,000)
1133	562000 Homeownership Assistance Program		\$	250,000
1133	562000 Homeownership Assistance Program		\$	147,000
CIP 03-1 CIP Transfer from Gaith. Aquatic/Rec. Ctr. to Olde Towne Clock Tower/Plaza			\$	(600,000)
CIP 99-4 CIP Transfer to Olde Towne Clock Tower/Plaza From Gaith. Aquatic/Rec. Ctr.			\$	600,000
	Sub-Total		\$	<u>236,494</u>

Net Change to Fund Balance

\$ (153,262)

Ordinance No. _____

ORDINANCE ADOPTING THE CITY BUDGET
FOR THE FISCAL YEAR JULY 1, 2007, THROUGH
JUNE 30, 2008, AND LEVYING AN AD VALOREM TAX ON
ALL ASSESSABLE PROPERTY WITHIN THE CITY OF
GAITHERSBURG, MARYLAND

WHEREAS, the proposed budget for the 2007-08 Fiscal Year was submitted by the City Manager to the Mayor and City Council as required by the City Charter, as amended; and

WHEREAS, the 2007-08 budget provides a complete financial plan, including anticipated revenues and proposed expenditures, for the fiscal year:

NOW, THEREFORE, BE IT ORDAINED by the Mayor and City Council of the City of Gaithersburg, in public meeting assembled, that the budget for the City of Gaithersburg for the Fiscal Year July 1, 2007, through June 30, 2008, be and it hereby is adopted as follows:

ANTICIPATED REVENUE

Local Taxes	\$19,157,000	
Licenses & Permits	2,139,772	
Intergovernmental Revenue	13,688,098	
Service Charges	4,149,470	
Fines & Forfeitures	373,500	
Miscellaneous Revenues	<u>7,453,735</u>	
ANTICIPATED REVENUE	\$46,961,575	
Reappropriation		<u>3,677,660</u>
TOTAL ANTICIPATED REVENUE		<u>\$50,639,235</u>

PROPOSED EXPENDITURES

General Government	\$9,288,558	
Public Safety	9,764,418	
Public Works	7,295,142	
Parks, Recreation and Culture	8,528,970	
Community Services and Development	2,077,468	
Miscellaneous	<u>2,100,475</u>	
OPERATING TOTAL	\$39,055,031	
<u>CAPITAL IMPROVEMENTS</u>		<u>\$11,584,204</u>
TOTAL PROPOSED EXPENDITURES		<u>\$50,639,235</u>

AND BE IT FURTHER ORDAINED that all of the sums set forth herein under the heading "PROPOSED EXPENDITURES" be and hereby are appropriated.

AND BE IT FURTHER ORDAINED that there is hereby levied on all of the assessable real property within the City an ad valorem tax at the rate of *Twenty-one and Two/Tenths Cents (\$.212) on each One Hundred Dollars (\$100) of assessed value of said property*, and there is hereby levied an ad valorem tax on the tangible personal property subject to taxation by the City, except for manufacturing equipment, manufacturing inventory and commercial inventory of corporate and unincorporated businesses, at the rate of Fifty-Three Cents (\$.53) on each One Hundred Dollars (\$100) of assessed value of such tangible personal property.

AND BE IT FURTHER ORDAINED that the City hereby adopts the imposition of a full year, one-half year, three-quarter year and one-quarter year tax levies authorized pursuant to Title 10, Sections 10-102, 10-103, 10-104 and 10-105, Tax Property Article, Annotated Code of Maryland, as amended, and authorizes and empowers Montgomery County, Maryland, to collect and remit the same to the City of Gaithersburg, consistent with the imposition and collection of such levies on real property by Montgomery County.

ADOPTED by the City Council this 18th day of June, 2007.

SIDNEY A. KATZ, MAYOR and
President of the Council

DELIVERED to the Mayor of the City of Gaithersburg this 18th day of June, 2007.
APPROVED/VETOED by the Mayor of the City of Gaithersburg this 18th day of June, 2007.

SIDNEY A. KATZ, MAYOR

THIS IS TO CERTIFY that the foregoing Ordinance was adopted by the City Council of Gaithersburg, in public meeting assembled, on the 18th day of June, 2007, and the same was approved/vetoed by the Mayor of the City of Gaithersburg on the 18th day of June, 2007.

This Ordinance becomes effective on the 1st day of July, 2007.

David B. Humpton, City Manager